JAMES M. KUYKENDALL RICK D. MILLER 204 E. FRANKLIN - P.O. BOX 507 WEATHERFORD, OK 73096 580-772-3596 FAX 580-772-3085 BRANCH OFFICE: 106 N. COLLEGE - P.O. BOX 266 CORDELL, OK 73632 580-832-5313 FAX 580-832-5314

INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Trustees of Town of Bessie. Oklahoma

We have compiled the Annual Survey of City and Town Finances Report (S,A&I Form 2643) of the Town of Bessie, Oklahoma, as of and for the fiscal year ended June 30, 2013, included in the accompanying prescribed form. We have not audited or reviewed the financial statements and supporting information in the accompanying prescribed form and accordingly, do not express an opinion or provide any assurance about whether the financial statements and supporting information are in accordance with the form prescribed by the Oklahoma State Auditor and Inspector.

Management is responsible for the preparation and fair presentation of the financial statements and supporting information in accordance with the form prescribed by the Oklahoma State Auditor and Inspector and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements as presented in the Annual Survey of City and Town Finances Report.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements and supporting information without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements and supporting information.

The financial statements and supporting information included in the accompanying prescribed form are presented in accordance with the requirements of the Oklahoma State Auditor and Inspector, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all of the disclosures normally included in financial statements prepared in accordance with accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the financial position, and results of operations. Accordingly, these financial statements and supporting information are not designed for those who are not informed about such matters.

This report is intended solely for the information and use of management and the Office of the Oklahoma State Auditor and Inspector and is not intended to be and should not be used by anyone other than these specified parties.

BRITTON, KUYKENDALL & MILLER Certified Public Accountants

December 30, 2013

DUE DATE:	Six months	after Fisca	I-Year-End

IMPORTANT

This report is to be compiled by your auditor from the audited financial statements of the municipality as required by Oklahoma Statutes, Section 17-105.1 of Title 11. SSARS 19 ¶ 3.27 requires an accountant's compilation report to accompany this form.

This report details the funds available to the municipality and the use of those municipality (public trusts, etc.) for the fiscal year ending JUNE 30. 2013. See supplementary instructions (coverage of this report) To information related to entities and activities to be included in this report on page 6 of this document.

This report, principally for planning purposes at the local, State, and national level, is used by the Office of the State Auditor, the Oklahoma Municipal League, public interest groups, State and Federal agencies and universities.

When completed, please file electronically at www.sai.ok.gov.

RETURN TO

Office of the Auditor and Inspector State of Oklahoma at <u>www.sai.ok.gov</u>.

OFFICE OF THE STATE AUDITOR AND INSPECTOR STATE OF OKLAHOMA

GARY JONES, AUDITOR AND INSPECTOR ANNUAL SURVEY OF CITY AND TOWN FINANCES

TOWN OF BESSIE Name			
P.O. BOX 38			
Address			
BESSIE	OK	73622	
City	State	Zip Code	
(Please correct a	ny error in name, address, an	d ZIP Code)	

Part TAX REVENUES

Items 1–3 — Report collections from all taxes imposed by your government. Include current and delinquent amounts, penalties, and interest. Do not include receipts from service charges, special assessments, interest earnings, fines, or any other sources that are not taxes or licenses.

Do not include receipts from service charges, s	special assessments,	interest earnings, lines, or any other sources that are not taxe	a of ficerises.
Item	Amount (Omit cents)	Item	Amount (Omit cents)
Property taxes — General fund, building fund, and sinking fund	TØ1	d. Use tax	TØ9
Local sales taxes — Taxes on goods and services, measured as a percent of sales or receipts, or as an amount per unit sold (gallon, package, etc.). Report only these taxes imposed by your government; shares of taxes imposed by another government are to be reported under part 1A below. General sales tax	16,917	Occupation and business licensing and permits a. Enter here licenses and inspection charges on occupations and businesses — for example, inspection of restrooms, restaurants, and food manufacturing plants; food handler permits; plumbing permits; taxicab licenses; tags; animal tags; vending licenses, and liquor licenses; business licenses; etc.	T28
b. Franchise fee or tax	^{T15} 5,933	b. Other licensing and permits	T29
c. Cigarette tax	^{T19} 208	4. Other — Specify	T99
d. Hotel/Motel	T19		

Partia Intergovernmental revenue

Report all amounts received by your government from other governments, including grants, shares of taxes imposed by other governments, payments in fleu of taxes and reimbursements for services performed for other governments, excluding loans. Also exclude here and report as "Tax Revenues" in part I, any taxes imposed by your government which were collected for it by another government.

Column (a) — Report all amounts your government received from the State (other than as collection fees), including any amounts financed wholly or in part from Federal grants to the State.

Column (c) — Report only amounts received directly from the Federal Government.

collected for it by another government.			
		Amount (Omit cents)	1
Purpose for which received	From State	From other local governments	From Federal Government (directly)
	(a)	(b)	(c)
General support — Total amounts received (as per capita grants, shared taxes without restrictions as to particular programs or purposes to be financed. 1. Alcoholic beverage tax	, etc.) C3Ø 2,389	D3Ø	B3Ø
2. Street and highways	^{C46} 1,607	D46	B46
3. Health or hospital	G42	D42	B42
4. Grants received for water utilities	C91	D91	B91
5. Grants received for waste water utilities	C8Ø	D8Ø	B8Ø
6. Grants received for housing, economic, and community development	C5Ø	D5Ø	B5Ø
7. Airports	C89	D89	8Ø1
8. Mass transit rail and/or bus system	C94	D94	B94
9. Grants received for transportation	C89	D89	B89
 ALL OTHER (From State – code C89; From Federal Government – Code B89 Include in the appropriate box, receipts from various payments such as — a. Parks and recreation (BOR or HUD)) — C89	D89	889
b. Public safety	^{C89} 4,484	D89	B89
c. Job training	C89	D89	B89
d. Library grants	C89	D89	B89
Other - Specify	C89	D89	B89
e	C89	D89	889
f.	Coa	000	555

Cart IB OTHER REVENUES — Other than tax and intergovernmental revenues

Enter below amounts of the stated types of revenue (net of refunds and interfund transfers) received by your government during the fiscal year. Be sure to include revenues of all funds other than the exceptions noted in the special instructions.

Utility sales revenue — Gross receipts of any water, electric, gas, or transit systems operated by your government, from utility sales and charges. Exclude any amounts paid to such utilities by the parent government. Water supply system	Amount (Omit cents) A91 41,379	2. Other sales and service revenue — Gross receipts from sales, rentals, maintenance assessments, and other charges for municipal services, aside from utility receipts (carried in item 1) and exclusive of amounts received from other governments. a. Sewerage charges	Amount (Omit cents) A8Ø 21,848
b. Electric power system	A92	b. Refuse collection charges	^{A81} 34,649
c. Gas supply system d. Transit	A93	c. Hospital charges received on behalf of individual patients under the Medicare program or other insurance-type arrangements. Exclude Medicaid and amounts for hospital purposes received from other governments.	A36

Part IB OTHER REVENUES — Other than tax and intergovernmental revenues — Continued

Enter below amounts of the stated types of revenue (net of refunds and interfund transfers) received by your government during

the fiscal year. Be sure to include revenues of	all funds other than	the exceptions noted in the special instructions.	
Other sales and service revenue — Continued d. Recreation charges (swimming, golf, auditoriums, etc.)	Amount (Omit cents) A61	Interest earnings — Interest received on all deposits and investment holdings of your government and its agencies excluding earnings of any employee pension fund.	Amount (Omit cents) U2Ø 768
e. Airports — Include rentals and gross sales of gas and oil.	AØ1	Rents — Exclude housing, airport, and all other rental revenue reported from specific municipal services in item 2.	U4Ø
Parking facilities (parking lots, garages, parking meters)	A6Ø	7. Royalties — Compensation or portion of proceed from extraction of natural resources such as oil.	33,393
g. Municipal housing project rentals (gross)	A5Ø	8. Fines and forfeitures — (City or town share only)	^{U3Ø} 1,438
h. Ambulance services	A89	9. Private donations 10. Miscellaneous other revenue — Revenue of	^{U5Ø} 70,962
i. Miscellaneous commercial activities (cemeteries)	AØ3	your government and its agencies not covered by items above, except tax and intergovernmental revenues, Include insurance adjustments, etc. DO	
j. Other (including miscellaneous fee collections)	A89	NOT include: (1) proceeds from borrowing; (2) receipts from sale of holdings; (3) transfers between funds or agencies of your government; or	
 Special assessments — Compulsory contributions and reimbursements from owners or property benefited by improvements (streets, sewers, sidewalks, water extensions, etc.) Do not include 	UØ1	(4) employee's contributions to, and interest earnings of, any employee pension fund. a. FUNDRAISER	^{U99} 29,527
proceeds from sales of special assessment bonds. Report maintenance assessments under item 2 on page 1.		b. MISCELLANEOUS	134
Receipts from sale of property — Amounts from sale of realty, other than by tax sales, including property sold to other governments.	U11	TOTAL miscellaneous other revenue Sum of items 10a–10c.	^{U99} 29,661

Part II DIRECT EXPENDITURES BY PURPOSE AND TYPE

Please note that payments made to other governments (State or local) should NOT be included in amounts reported here, but should be reported at part III.

Enter below all amounts expended during the fiscal year for the purposes listed (net of interfund transfers). Be sure to include expenditures of all funds other than the exceptions noted in the instructions on the first page.

coverage, etc. Exclude: (1) capital outlay (report in columns (c) and (d)); and (2) amounts paid to other governments (report in part III).

Column (b) — Enter in the appropriate functional category direct expenditure for supplies, materials, and contractual services.

	EXPENDITURES BY PURPOSE AND TYPE			
				L OUTLAY
PURPOSE	Personal services	Operations and maintenance	Construction	Purchase of land equipment, and structures
POLICE ADMINISTRATION	(a) E23	(b)	(c)	(d)
 Financial administration — Office of the finance director, auditor, comptroller, treasurer, tax assessment and collection, central accounting and purchasing services, budgeting, etc. (including related data processing, information technology). 				
 Judicial and legal — All municipal court and court-related activities including juries, probate officials, prosecutors, public defenders, municipal attorneys, and legal departments. Exclude probation and parole (report in item 16). 	E25	E25	F25	G25
 Central administration — City council, aldermen or commissioners, mayor, manager, city clerk's office, recorder, planning, zoning, and personnel. 	22,530	39,71 4	F29	8,280
HEALTH AND WELFARE	E79	E79	F79	G79
4. Social services				
Own hospitals — Construction and operation of hospitals by your government. Nursing homes are to be reported in item 7.	E36	E36	F36	G36
 Other hospitals — Payments to hospitals operated privately. Exclude here and report in item 6, any payments under public welfare programs. Report payments to hospitals operated by other governments in part III. 				
 Welfare institutions — Construction and operation of nursing homes and welfare institutions by your government for veterans and needy persons. 	E77	E77	F77	G77
8. Health (other than hospitals) — All public health activities except provision of hospital care. Include environmental health activities; health regulation and inspection, water and air pollution control, mosquito control, and inspection of food handling establishments. Also include public health nursing, vital statistics collection, and all other services performed directly by the public health department. Report in item 6 payments under public welfare programs.	E32	E32	F32	G32
TRANSPORTATION	E44	E44	F44	G44
9. Highways — Construction and maintenance of municipal streets, sidewalks, bridges. Also includes street lightling, snow removal, and highway engineering, control, and safety. Exclude here and report in item 21f, street cleaning expenditure. Include in part III any payments to the State or county for highway purposes. Report interest on highway debt in item 22e.		2,790		
10. Toll highways and facilities — Operation and maintenance of highways, roads, and bridges operated on fee or toll basis	E45	E45	F45	G45
11. Municipal airports	EØ1	EØ1	FØ1	GØ1
 Parking facilities — Municipal garages, parking lots, etc., and all purchase and maintenance of meters (including on-street meters) 	E6Ø	E6Ø	F6Ø	G6Ø
PUBLIC SAFETY	E62	E62	F62	G62
13. Police — Include municipal police agencies for preventing, controlling, or reducing crime; coroners, medical examiners; special police for highways, tunnels, bridges, and vehicular control, vehicular inspection activities; and traffic control and safety activities. Exclude highway engineering and planning (report in item 9).				
 Fire — All costs incurred for firefighting and fire prevention, including contributions to volunteer fire units. Include any municipal contribution to a State fire pension fund. 	E24	45,474	F24	^{G24} 7,592

l l	E>	(PENDITURES BY I	PURPOSE AND TY	
			CAPITAL OUTLAY	
PURPOSE	Personal services	Operations and maintenance	Construction	Purchase of land equipment, and structures
	(a) Eø4	(b) EØ4	(c) FØ4	(d) GØ4
UBLIC SAFETY — Continued 5. Correction institutions — Operation of facilities for confinement, correction and rehabilitation of adults or juveniles.	E-104	E.04	1704	GD4
Other corrections — Probation and parole activities – But exclude "lock-up" operations (report in item 16).	EØ5	EØ5	FØ5	GØ5
7. Protection inspection and regulation, n.e.c. — Regulation of private enterprise for the protection of the public and inspection of hazardous activities (including building inspection), except when related to major functions, such as health, natural resources, etc.	E66	E66	F66	G66
MBULANCE 8. All expenditures for city operated or subsidized ambulance services	E32	E32	F32	G32
ULTURE AND RECREATION 9. Parks, cultural activities, and other recreation — Include playgrounds, golf courses, swimming pools, museums, marinas, community music, drama, celebrations, and zoos.	E61	19	F61	G61
 Libraries — Include payments to nongovernmental libraries as well as libraries operated by the city. Aid to other governmental libraries should be excluded and reported in part III. 	E52	E52	F52	G52
1. Gross expenditure for utility systems operated by your government. Exclude interest (report in item 19); also exclude utility contributions to the parent government and deduct the cost of providing services to the parent government (e.g., for street lighting, hydrant rental, etc.).	E91	^{E91} 43,757	F91	G91
Water supply system B. Electric power system	E92	E92	F92	G92
c. Gas supply system	E93	E93	F93	G93
d. Transit system	E94	E94	F94	G94
Sewers and storm sewers — Construction, maintenance and operation of sanitary and storm sewer systems and sewage	E8Ø	E8Ø	F8Ø	G8Ø
disposal plants f. Solid waste and landfill — The collection and disposal of garbage and landfill operations	E81	E81 25,709	F81	G81
Amounts of interest paid, including any interest on short-term or nonguaranteed obligations, as well as general obligations. Water supply system		191		
b. Electric power system		192		
c. Gas supply system		193		
d. Transit system		189		
e. All interest not covered by items 19a through 19d		10,978		
23. Include any amounts which have not been allocated above by purpose, such as: your employer contribution to a State administered retirement system or to the Federal Social Security System; judgments and insurance premiums; and municipal service agencies, such as a central garage or an engineering department, which serve more than one functional agency, and whose expenses are not allocated to the various departments. Do not include: (1) Payments for retirement of debt, (2) payments for purchase of securities, (3) transfer between funds or agencies of your government, or (4) benefits and payments from distinct employee				
pension funds. a. Housing and community development — Gross expenditure for urban renewal, slum clearance, municipal housing projects, and similar activities.	E5Ø	E5Ø	F5Ø	G5Ø
b. Economic development	E89	E89	F89	G89
c. Civil defense	E89	E89	F89	G89
	EØ3	ЕØЗ	FØ3	GØ3
d. Cemetery operations and maintenance	EØ3	EØ3	FØ3	GØ3
e. Miscellaneous commercial activities			1	1
e. Miscellaneous commercial activities Other — Specify	E89	E89	F89	G89
e. Miscellaneous commercial activities	E89	E89	F89	G89

Part V

INTERGOVERNMENTAL	

Please detail all payments made to other governments for services or programs performed on a reimbursement or cost-sharing basis — e.g., for hospital care, highways, school tuition, or support, etc. (Such amounts should be excluded from expenditure figures reported in column (b) of part II.) Enter "None" if your government made no reportable payments to other governments during the fiscal year.

1					
Item	Type of recipient government(s) (County, State, school districts, etc.)	Amount (Omit cents)	ltem	Type of recipient government(s) (County, State, school districts, etc.)	Amount (Omit cents)
	(a)	(b)		(a)	(p)
1.		-	5.		
2.			6.		
3.			7.		
4.			8.		
Part IV SALARIES, WAGES, AND FORCE ACCOUNT				Amount (0	Omit cents)
				700	

Report the total expenditure for salaries and wages included in column (a) of part II, as well as any salaries and wages paid on force account construction projects.

DEBT OUTSTANDING, ISSUED, AND RETIRED — Report special obligations of all agencies of your government as well as general city or town debt.

1. Long-term debt — Bonds, mortgages, etc., with an original term of more than one year issued in the name of your government or of particular agencies. Include revenue and nonguaranteed special assessment bonds payable solely from pledged earnings or special assessments on property owners (column (e)). Report also general obligations and any debt backed by pledged resources but guaranteed by your government if these sources are insufficient (column (f)).

When an advance refunding has resulted in a legal or an in-substance defeasance, the debt may be considered extinguished, reported as retired in the year of defeasance and should not be reported herein in subsequent years.

		AMOUNT, BY PURPOSE (Omit cents)						
		Outstanding at	DURING F	ISCAL YEAR	Outstanding total		DETAIL OF LONG-TERM DEBT OUTSTANDING	
		beginning of fiscal year	Issued	Retired	(a) plus (b) minus (c)	Revenue and nonguaranteed bonds	Guaranteed bonds	
		(a)	(b)	(c)	(d)	(e)	(f)	
	a. Sewer debt	259,888	29U	39U 3,481	^{49U} 256,407	44U	41U	
1	Water supply system debt	19U	29U	39U	490	44U	41U	
	Electric power system debt	19U	29U	39U	49U	44U	410	
	d. Gas supply system debt	190	29U	39U	49U	440	410	
	e. Transit	19U	29U	39U	49U	44U	410	
	f. Industrial revenue and pollution control debt	191	24T	34T	44T	44T		
	g. All other purposes	190	29U	39U	49U	440	41U	
Short-term (interest-hearing) debt — Tax anticipation notes, bond anticipation notes,					Amount (0	Omit cents)		
	Short-term (interest-bearing) debt — Tax anticipation notes, bond anticipation notes, interest-bearing warrants, and other obligations with a term of one year or less — Exclude accounts payable and other noninterest-bearing obligations.			61V				
	a. Amount outstanding at beginn	ing of fiscal year						
						64V		

Part VI. CASH AND INVESTMENTS HELD AT END OF FISCAL YEAR

b. Amount outstanding at end of fiscal year

Report separately for each of the three types of funds listed below, the total amount of cash on hand and on deposit and investments in Federal Government, Federal agency, State and local government, and non-governmental securities. Report all investments at carrying value. Include in the sinking fund total any mortgages and notes receivable held as offsets to housing and industrial financing loans. Exclude accounts receivable, value of real property, and all non-security assets. Assets obtained and held pursuant to an advence refunding that results in a legal or in-substance defeasance should not be reported herein.

Type of fund	Amount at end of fiscal year (Omit cents)
Sinking funds — Reserves held for redemption of long-term debt. All cash held for statutory sinking fund and revenue bond related accounts and any other reserves held for redemption of long-term debt.	WØ1
Bond funds — Unexpended proceeds from sale of G.O. and revenue bond issues held pending disbursement	W31
3. All other funds except employee retirement funds	367,492
4. Retirement systems — Single employer plans only	

JAMES KUYKENDALL, CPA

COVERAGE OF THIS REPORT

Oklahoma Statutes, Section 17-105.1 of Title 11 require that municipalities include information relating to all of its duly constituted authorities. Copies of this form may be distributed to component units for their completion. Forms completed by component units should not be filed separately but should be returned to the appropriate municipality for inclusion in the report filed for the financial reporting entity. Such component units would include special districts, hospitals, boards, trusts, and authorities meeting the inclusion criteria of the statements reference above.

SUPPLEMENTARY INSTRUCTIONS FOR OKLAHOMA MUNICIPALITIES 2013 ANNUAL SURVEY OF CITY AND TOWN FINANCES

COVERAGE OF THIS REPORT

In addition to the fiscal activities of your general government, **include** the revenues, expenditures, assets and debt of the following types of agencies, if they are operative in your city or town.

- · City water districts
- · Medical center authorities
- · Joint airport boards
- · Municipal parking districts
- Rural water, sewer, gas, and solid waste management districts with ex officio hoards
- · Public trusts (Title 60, Section 176 of the Oklahoma Statutes)
- · Separate road districts
- · Sewer districts
- · Utilities authorities
- · Zoning districts

Part I - TAX REVENUES

This part refers to all city-imposed taxes. It does not include service charges, special assessments (such as those for paving districts), or interest earnings, fines, or any other sources which are not taxes or licenses.

1. Property taxes (code TØ1)

Also include city-imposed ad valorem property taxes collected by the county and paid to the city for the repayment of G.O. bonds.

2. Local sales taxes

a. General sales tax (code TØ9)

Report revenue from city-imposed sales tax only. This tax is collected by the State and paid back to the city minus a small percentage withheld by the State for handling expenses. Be sure to enter only the amount of the check received from the State

b. Franchise fee or tax, public utilities (code T15)

Enter here any franchise tax collected from a private utility to operate within the city such as gas, electric, telephone, cable TV, etc.

d. Other — Specify any sales tax not mentioned above

3. Licenses, permits, and other taxes

a. Occupation and business licensing and permits (code T28)

Enter here licenses and inspection charges on occupation and business.

b. Report only licenses and permits not included in 3a. (code T29)

Part IA — INTERGOVERNMENTAL REVENUE

1. General support

From State (code C3Ø) — Enter amount received from alcoholic beverage tax county distribution.

2. Streets and highways (codes C46, D46, and B46)

Enter receipts from commercial vehicle tags, gasoline tax, bus mileage tax, registration tags.

3. Health or hospitals (codes C42, D42, and B42)

In the appropriate column, list any intergovernmental revenues received for operation of a hospital, health facility, or health department, (grants, not loans) or funds received from other government jurisdictions for health services or facilities operated by your government.

4. Grants received for utilities (codes C91 to B91)

7. Grants received for mass transit and/or bus systems (codes C94 to B94)

 All other (From State —code C-89; From Federal Government — code B89)

Include in the appropriate box, receipts from various payments such

- Park and recreation (BOR or HUD)
- · Community development and urban renewal
- · Civic defense
- · Water and sewer facilities
- · Manpower planning and utilization

Part 1B - OTHER REVENUE

3. Special assessment funds

Include --

- All transactions of special assessment funds established to finance streets, sidewalks, or other local improvements within the city.
- Assessments collected from property owners at part IB, item 3
- Expenditure from improvements at part II. Report as capital outlay.
- Interest paid on special assessment obligations at part II, item 19e.
- · Transactions of special assessment bonds at part V.
- Cash and security holdings of special assessment funds at part VI.

Part IV — SALARIES, WAGES, AND FORCE ACCOUNT

Report salaries and wages for all employees full- and part-time. Include salaries paid for employees of any utility owned and operated by your government. Report salaries in gross amounts before deductions for income taxes, Social Security, or retirement coverage.

Part V — DEBT OUTSTANDING, ISSUED, AND RETIRED

Also include industrial revenue or pollution control bonds, if issued by your city or town.

Hospitals — The following hospitals are classified as agencies of various municipal governments and their transactions should be included in the appropriate parts of this report.

Municipality Hospital . Anadarko Anadarko Municipal Hospital Bethany Bethany General Hospital Carnegie Tri-County Municipal Hospital Carnegie Cleveland Cleveland Area Hospital Clinton Clinton Regional Hospital El Reno Park View Hospital Fairfax Fairfax Municipal Hospital Fairview Fairview Hospital Healdton Healdton Municipal Hospital Holdenville Holdenville General Hospital Lindsay Municipal Hospital Lindsay Mangum Mangum City Hospital Norman Norman Municipal Hospital Okeene Municipal Hospital Okeene Pauls Valley Pauls Valley General Hospital Pawnee Pawnee Municipal Hospital Sayre Sayre Memorial Hospital Seminole Municipal Hospital Seminole Tahlequah City Hospital Tahlequah Watonga Watonga Municipal Hospital